Chapter 2. Contract Claims Against Public Employees

IC 34-13-2-1

Personal liability on contracts entered into within scope of employment

Sec. 1. A present or former public employee, including a member of a board, a committee, a commission, an authority, or another instrumentality of a governmental entity, is not personally liable on contracts entered into within the scope of the employee's employment for a governmental entity unless it is clearly otherwise indicated in writing.

As added by P.L.1-1998, SEC.8. Amended by P.L.192-2001, SEC.1.

IC 34-13-2-2

Defense of state employee for claims or suits arising out of contracts

Sec. 2. If requested to do so, the attorney general shall defend a present or former state employee against any claim or suit brought against the state employee with regard to a contract entered into for the employee's governmental entity. The attorney general may employ other counsel to aid in defending or settling the claim or suit. *As added by P.L.1-1998, SEC.8.*

IC 34-13-2-3

Judgment or settlement as bar to action against employee; judgments for claims against employee acting within scope of employment; costs and fees

- Sec. 3. (a) A judgment rendered with respect to or a settlement made by a governmental entity bars an action by the claimant against an employee whose conduct gave rise to the claim resulting in that judgment or settlement.
- (b) The governmental entity shall pay any judgment, compromise, or settlement of a claim or suit against an employee when:
 - (1) the act or omission causing the loss is within the scope of the employee's employment; and
 - (2) the:
 - (A) governor, in the case of a claim or suit against a state employee; or
 - (B) the governing body of the political subdivision, in the case of a claim or suit against an employee of a political subdivision;

determines that paying the judgment, compromise, or settlement is in the best interest of the governmental entity.

- (c) The governmental entity shall pay all costs and fees incurred by or on behalf of an employee in defense of a claim or suit for a loss occurring because of acts or omissions within the scope of the employee's employment, regardless of whether the employee can or cannot be held personally liable for the loss.
 - (d) This chapter shall not be construed as:

- (1) a waiver of the eleventh amendment to the Constitution of the United States;
- (2) consent by the state of Indiana or its employees to be sued in any federal court; or
- (3) consent to be sued in any state court beyond the boundaries of Indiana.

As added by P.L.1-1998, SEC.8.